Postal Regulatory Commission Submitted 1/11/2017 4:13:58 PM Filing ID: 98646

Filing ID: 98646 Accepted 1/11/2017

BEFORE THE Accept POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268–0001

COMPETITIVE PRODUCT PRICES
GLOBAL RESELLER EXPEDITED PACKAGE CONTRACTS 2
(MC2013-51 AND CP2013-64)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-89

RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1, WITH PORTIONS FILED UNDER SEAL

(January 11, 2017)

The United States Postal Service (Postal Service) hereby provides its responses to Chairman's Information Request No. 1, which the Postal Regulatory Commission (Commission) filed in this docket on January 4, 2017. A response was due no later than January 9, 2017.

Each question as it appears in the public version of the request is reprinted verbatim in the attached, and is followed by the Postal Service's response. A redacted version of the revised financial workpapers that the Postal Service has filed under seal in response to Question 2 of Chairman's Information Request No. 1 is included with this response. The Postal Service incorporates by reference its application for non-public treatment filed in this docket for the protection of these materials.¹

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Anthony F. Alverno Chief Counsel Global Business and Service Development

Christopher C. Meyerson Attorney

475 L'Enfant Plaza, S.W. Washington, D.C. 20260-1137 (202) 268-7820; Fax -5628 christopher.c.meyerson@usps.gov January 11, 2017

¹ Notice of United States Postal Service of Filing a Functionally Equivalent Global Reseller Expedited Package 2 Negotiated Service Agreement, Docket No. CP2016-89, December 29, 2015, at Attachment 4.

_

RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

 Please identify the folder, filename, and tabs that contain the non-public version of the financial workpapers for the Agreement in the Fiscal Year (FY) 2016 Annual Compliance Report, filed December 29, 2016.²

RESPONSE:

The Postal Service acknowledges that in Docket No. ACR2016, in Chairman's Information Request No. 3, Question 24, the Commission asked the Postal Service to provide revenue, volume, weight, and attributable costs data for several international NSA dockets, including Docket No. CP2016-89. The Postal Service is in the process of reviewing the reporting of information concerning the agreement that is the subject of Docket No. CP2016-89 in the FY2016 Annual Compliance Report.

In the near future, the Postal Service plans to provide any corrections that it identifies to the revenue, volume, weight, and attributable costs data for the agreement that is the subject of Docket No. CP2016-89 in a revised version of folder NP2 in the ACR as part of the Postal Service's response to Chairman's Information Request No. 3, Question 24 currently pending in that docket.

² See Docket No. ACR2016, United States Postal Service FY 2016 Annual Compliance Report, December 29, 2016 (FY 2016 ACR).

RESPONSE OF THE UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

2. Please file revised financial workpapers in the instant docket to reflect the FY 2016 volumes and costs based on Docket No. ACR2016, Library Reference USPS-FY16-NP2, December 29, 2016. See FY 2016 ACR.

RESPONSE:

The Postal Service has filed revised financial workpapers under seal with this response, which include updated costs based on the Postal Service's filing in Docket No. ACR2016.

The Postal Service plans to file further revised financial workpapers in this docket in the event that volumes in the financial workpapers need to be adjusted as a result of the review discussed in the Postal Service's response to Question 1 of Chairman's Information Request No. 1 in this docket.

In the meantime, in order to preserve continuity of service to the customer, the Postal Service believes that the Commission could provisionally approve the agreement subject to any subsequent review of further revised financial workpapers, if any are filed.